

**IN THE UNITED STATES DISTRICT COURT FOR THE WESTERN DISTRICT OF  
PENNSYLVANIA**

WALTER BECK CORPORATION d/b/a  
THE RAINBOW INN,

Plaintiff,

vs.

SAFECO CORPORATION, AMERICAN  
ECONOMY INSURANCE COMPANY,  
and AMERICAN STATES INSURANCE  
COMPANY,

Defendants.

Civil Action No. 04-348-Erie

Judge Maurice B. Cohill, Jr.

**ELECTRONICALLY FILED**

**SECOND JOINT STATUS REPORT**

Pursuant to the direction of the Court, the parties file the following Second Joint Status Report.

The parties have continued to engage in ongoing settlement discussions. Again, it remains uncertain whether a mutual ground will be reached. However, progress has been made and the Plaintiff and Defendants feel that two more weeks of discussions are warranted. In that two week period, Plaintiff plans to develop certain cost information for Defendants to consider regarding portions of Plaintiff's losses.

To accomplish the development of that information, the parties jointly request a continued negotiation period of two weeks at the end of which, the parties will jointly report the result of their activity.

Date: May 16, 2007

Meyer, Unkovic & Scott, LLP

Anstandig, McDyer & Yurcon, P.C.

By: s/ Joshua R. Lorenz  
Joshua R. Lorenz, Esquire  
Counsel for Plaintiff

By: s/ Daniel P. McDyer  
Daniel P. McDyer, Esquire  
Counsel for Defendants